
By: **Chairman, Ways and Means Committee (By Request - Departmental - Assessments and Taxation)**

Introduced and read first time: January 21, 2004

Assigned to: Ways and Means

Committee Report: Favorable with amendments

House action: Adopted

Read second time: February 17, 2004

CHAPTER _____

1 AN ACT concerning

2 **Property Tax - Exemptions**

3 FOR the purpose of requiring that certain applications must be filed on or before
4 certain dates for certain abatement of property tax after the transfer of certain
5 real or personal property; providing for the application of this Act; and generally
6 relating to applications for certain property tax exemptions.

7 BY repealing and reenacting, with amendments,
8 Article - Tax - Property
9 Section 7-104 and 11-103
10 Annotated Code of Maryland
11 (2001 Replacement Volume and 2003 Supplement)

12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
13 MARYLAND, That the Laws of Maryland read as follows:

14 **Article - Tax - Property**

15 7-104.

16 (a) Except as provided in subsection (c) of this section and in §§ 7-202 and
17 7-215 of this title, property tax on wholly exempt property shall be abated for the
18 taxable year that follows the date on which the property became exempt.

19 (b) If an owner of property subject to an exemption on June 30 files an
20 application for abatement on or before the following September 1 with the
21 Department or the supervisor, the tax is abated for the taxable year.

1 (c) If property that is exempt from property tax is transferred to a person
2 whose use of the property qualifies the property for an exemption from the date of
3 transfer, then the property tax shall be abated from that date IF THE TRANSFEREE:

4 (1) FILES AN APPLICATION UNDER § 7-103 OF THIS SUBTITLE ON OR
5 BEFORE SEPTEMBER 1 OF THE FOLLOWING TAXABLE YEAR; OR

6 (2) FILES AN APPLICATION UNDER § 7-225 OF THIS TITLE ON OR BEFORE
7 1 YEAR AFTER THE FIRST ASSESSMENT NOTICE, WHICH INCLUDES THE
8 MANUFACTURING PERSONAL PROPERTY, IS ISSUED AFTER THE DATE OF THE
9 TRANSFER.

10 11-103.

11 (a) If a person who has filed a report under this title determines that
12 information was not reported accurately, the person may file an amended report
13 within 3 years after the April 15th that the original report was due.

14 (b) A person filing an amended report under subsection (a) of this section may
15 only claim an exemption for personal property used in manufacturing if an exemption
16 for personal property used in the manufacturing process was previously approved for
17 that taxable year under §§ 7-104(b) and 7-225(d) OR UNDER §§ 7-104(C) AND 7-225(D)
18 of this article.

19 (c) After reviewing an amended report, the Department shall:

20 (1) issue a corrected assessment notice; or

21 (2) notify the person that the original assessment notice will not be
22 adjusted.

23 (d) A person who receives a notice under subsection (c) of this section may
24 appeal the change in value or classification related to the corrected information or the
25 denial notice as provided in § 14-504 of this article.

26 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take
27 effect October 1, 2004, and shall be applicable to all taxable years beginning after
28 December 31, 2004.